

AFFIDAVIT OF NON-DEVELOPMENT

STATE OF WEST VIRGINIA
COUNTY OF MARSHALL, to-wit:

I, Phillip K. Teagarden of Tallahassee, Florida,
being of lawful age and being duly sworn, state that for the past 10 years I have been very familiar with the use and
occupancy of that certain tract of land described as follows, to wit:

Legal Description: Subject lands situate in the Liberty District, Marshall County, West Virginia, being 140.25625 acres,
more or less, Tax Map 17 Parcel 36.

The Lands were subject to the following Oil and Gas Leases (the "Leases"):

1. Dated: November 1, 1897
Filed: June 23, 1898
Recorded: Book 56 at Page 409
Lessor: R. A. Teagarden
Lessee: J. S. Rogers
Description: A tract of land located in the Liberty District of Marshall County, bounded and described as follows: On the North by lands of George Evans, on the East by lands of Linda May and George Blake, on the South by lands of George Blake and on the West by lands of D. A. Fair, containing 150 acres, more or less.
Primary Term: 10 years
2. Dated: October 12, 1899
Filed: October 19, 1899
Recorded: Book 63 at Page 115
Lessor: R.A. Teagarden
Lessee: The Ohio and West Virginia Oil and Gas Company
Description: A tract of land located in the Liberty District of Marshall County, bounded and described as follows: On the North by lands of George Evans and James Stewart, on the East by lands of George Blake, on the South by lands of Mike Walters and on the West by lands of D. A. Fair and Mr. Montgomery, containing 150 acres, more or less.
Primary Term: 5 years
3. Dated: April 17, 1902
Filed: April 2, 1903
Recorded: Book 95 at Page 333
Lessor: R. A. Teagarden
Lessee: The Wheeling Natural Gas Company
Description: A tract of land located in the Liberty District of Marshall County, bounded and described as follows: On the North by lands of George Evans and Thomas, on the East by lands of George Blake, on the South by lands of George Blake and Milt Walton and on the West by lands of D. A. Fair, containing 150 acres, more or less.
Primary Term: 6 years
4. Dated: June 9, 1908
Filed: July 16, 1909
Recorded: Book 130 at Page 219
Lessor: J. H. Teagarden as guardian of Enoch Teagarden and Eva Teagarden, and Winnie B. Franklin a/k/a Minnie B. Franklin and William Franklin, her husband
Lessee: The Wheeling Natural Gas Company
Description: A tract of land located in the Liberty District of Marshall County, bounded and described as follows: On the North by lands of Thomas heirs, on the East by lands of George Blake, on the South by lands of David Fair and J. Yoho and on the West by lands of D. A. Fair, containing 150 acres, more or less.
Primary Term: 20 years

5. Dated: May 8, 1943
 Filed: June 28, 1943
 Recorded: Book 220 at Page 475
 Lessor: Flo Teagarden and Hobson Teagarden
 Lessee: The Manufacturers Light and Heat Company
 Description: A tract of land located in the Liberty District of Marshal County, bounded and described as follows: on the North by lands of C. V. Yeater and Thomas heirs, on the East by lands of Elisa Thomas heirs and Chase Stewart, on the South by lands of B. and M. Blake and on the West by lands of Clarence Yoho and C. V. Yeater, containing 150 acres.
 Primary Term: 3 years
 Current Owner: Union Oil and Gas Corporation

That I know of my own knowledge that no oil and/or gas is currently being produced under the terms of the aforesaid Leases upon any of the above described property; that to my knowledge no royalties are currently being paid pursuant to the aforesaid Leases on the above described property; and that I know to the best of my own knowledge that the aforesaid Leases have heretofore been abandoned, surrendered and otherwise terminated.

I further state that I know to the best of my own knowledge that no production of oil and/or gas is currently being produced pursuant to the aforesaid Leases on other property covered by said Leases, if any, or other property pooled or unitized therewith, if any.

Further Affiant sayeth naught.

Executed this 14th day of JANUARY, 2011

Phillip K. Teagarden

ACKNOWLEDGEMENT

STATE OF FLORIDA }

COUNTY OF LEON } SS:

On the 14th day of JANUARY, 2011, before me personally came the above named: PHILLIP TEAGARDEN

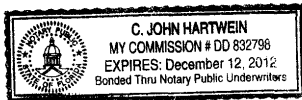
being person(s) known to me to be the same person(s) described herein and who acknowledge having executed the foregoing instrument.

My commission expires 12-12-2012

Signature / Notary Public

Name / Notary Public (print)

County Recorder: Please return recorded document to Mason Dixon Energy, Inc., 101 Cambridge Place, Bridgeport, WV 26330



Jan Pest
 MARSHALL County 11:03:17 AM
 Instrument No 1304514
 Date Recorded 05/12/2011
 Document Type O&G
 Pages Recorded 2
 Book-Page 732-425
 Recording Fee \$10.00
 Additional \$6.00

STATE OF WEST VIRGINIA, MARSHALL COUNTY, SCT.:

I, JAN PEST, Clerk of the County Commission of said County, do hereby certify that the annexed writing, bearing date on the 14th day of JANUARY, 2011, was presented for and by me, admitted to record in my office upon the above certificate as to the parties therein named this 12th day of May, 2011 at 11:03 o'clock A.M.

TESTE:

Jan Pest

Clerk.